P.W (1943) Department.

Ms SERIES.

G.O. No. 1932

Dated 16-9-43

[Despatch Abstract.]

Vo 2099 C/43-D 10/9/43. M. Deeds
T. M

To
The C.E.O. by 11/11/43
88/11/9

Mangalore Elec Licence
Accts 1941-42 - your letter
Vo 6898/43 dt 31-8-43

The audit report of
Messrs Loudoch & Lewis, Govt
auditors sent with your letter
referred to dated 17-9-1938
& relates to the accounts of
the year 938. Please return
this report & the memorandum
and the ~~above~~ audit
report of the auditors for the
year 1941-42

10/9/43

10/9/43

Pse to go with
the report for 1938
attached Issued
Licensee

Rspd 88/13/9

ICPC
10/9/43.

Kilowatt hours used on works			
" " not accounted for	...	...	22,469.0
" " accounted for	...	...	1,28,932.2
Kilowatts connected for public lamp	...	...	9.68 K.W.
Total consumers connected	...	...	117 Nos.
Total Kilowatts connected	...	...	305.47 K.W.
Plant installed kilowatt	...	...	250 K.V.A.
Maximum supply demand in kilowatts	...	.....	108 K.V.A.

Tiruvottiyur,
25. 11. [illegible]

P.S.Ramabhadran
25.11.
Electrical Engineer.

Countersigned
25.11.[illegible]

President,
Panchayat Board.

[illegible] Assistant Executive Engineer W.C

Office of the Chief Electrical Inspector to Government, Post Box No.417, Chepauk Madras.

15 SEP 1943 C.2220

Post copy of Telephonic Message No.

689 D/43-2, dated 11th September 1943.

From

The Chief Electrical Inspector to Government,

Chepauk, Madras.

To

The Secretary to Government,
Public Works Department,
Madras.

(Message)

Sub: Accounts - Mangalore Electric Licence - Accounts for 1941-42.

Ref: Your Telephonic Message dated 10--9--43.

A copy of the audit report on the Mangalore Electric Licence Accounts for 1941-42 is sent with the post copy of this telephone message.

/True copy/

N. Venkatarama

for Chief Electrical Inspector to Government.

Encl: 1 sheet.

M.P/11-9.

LOVELOCK & LEWES,
CHARTERED ACCOUNTANTS.

REGISTERED ACCOUNTANTS
UNDER
THE INDIAN COMPANIES ACTS

ELEGRAPHIC ADDRESS:- "VELOX" CALCUTTA.
TELEPHONE No 750 (2 LINES).
BENTLEY'S CODE.

4, Lyons Range,
Calcutta.

3rd October 1942.

The Secretary to the Government of Madras,
Public Works & Labour Department,
M A D R A S.

Dear Sir,

We have examined the Statement of Share Capital Appropriation and Forms numbered II, III, IV, V, VI, VII and VIII, which relate to the accounts of the Mangalore Electric Supply Co. Ltd., with the books and vouchers for the year ended 31st March 1942.

SERVICE CONNECTIONS.

The expenditure chargeable to consumers on this account has been debited in the Revenue Account in accordance with the instructions contained in Circular G.O. No. 2732W dated 13th December 1934. In the Accounts published to the Shareholders this expenditure has been capitalised. Depreciation written off expenditure on Service Connections is calculated on the capitalised expenditure shown in the Accounts published to the Shareholde

For your information we enclose a copy of the publishe Accounts of the Mangalore Electricity Supply Co. Ltd. for the year ended 31st March 1942.

Subject to the above remarks, we find that the Account have been properly maintained in the Forms referred to in Rule 36(3) of the Indian Electricity Rules of 1937, and we are satisfied that only those items which properly belong to the Capital Account have been debited thereto, and nothing has been charged to the Revenue Account which may be properly debited to Capit Account.

Yours faithfully,

Lovelock & Lewes

Enclo:-
M.

3rd October 1942.

The Secretary to the Government of Madras,
Public Works & Labour Department,
M A D R A S.

Dear Sir,

We have examined the statement of Share Capital Appropriation and Forms numbered II, III, IV, V, VI, VII and VIII, which relate to the accounts of the Mangalore Electric Supply Co. Ltd., with the books and vouchers for the year ended 31st March 1942.

ELECTRICITY CONNECTIONS.

The expenditure chargeable to consumers on this account has been debited in the Revenue Account in accordance with the instructions contained in Circular G.C. No. 2752/I dated 13th December 1934. In the Accounts published to the Shareholders this expenditure has been capitalised. Depreciation written off on Service Connections is calculated on the capitalised expenditure shown in the Accounts published to the Shareholders

For your information we enclose a copy of the published Accounts of the Mangalore Electric Supply Co. Ltd. for the year ended 31st March 1942.

Subject to the above remarks, we find that the Account have been properly maintained in the forms referred to in Rule 35(3) of the Indian Electricity Rules of 1937, and we are satisfied that only those items which properly belong to the Capital Account have been debited thereto, and nothing has been charged to the Revenue Account which may be properly debited to Ordinary

Form of Accounts prescribed under the

[See Section II of th

The

For the year

No. I.—Statement of Share Capital appropriated for the purposes of the

Description of Capital.	Authorised by	Subscribed No. of shares issued.	Nominal amount of share	Calle
1,00,000 shares of ₹ 10/- each	Memorandum of Association	56,000	₹ 10/-	

No. II.—Statement of Loan Capital appropriated for the purposes of the

Description of Loan.	Amounts Borrowed At per cent.	At per cent.	At per c
First Mortgage Debentures	5%		

In terms of our letter of even date.

3rd Oct. 42. **Calcutta,**

Chartered Accounta
Registered Accounta

dian Electricity Act, 1910, for Companies.

ACT AND RULE 36 (3).]

.ALORE **ELECTRIC LICENCE.**

TRIC SUPPLY **Company, Limited.**

ling 31st March 1942

rtaking authorised by the above mentioned licence at the end of the year.

p per share.	Total paid-up.	Subscribed Issued not paid-up.	unallotted Remaining unissued.	Total amount authorised.
10/-	- 5,60,000	nil	44,000	Rs 10,00,000

ertaking authorised by the above mentioned licence at the end of the year.

Total.	Remaining borrowing powers.	Total amount of borrowing powers.
Rs 2,75,000/-		Rs 2,75,000/- (Authorised by G.O. No.Mis 2825 V d/ 28.12.34

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO. LD.
OCTAVIUS STEEL & CO. LTD

Director.

Managing Agents

No. III.—CAP

For the year endin

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to 31st March 19
1. To preliminary expenses (to be specified) :—			
2. To lands including law charges incidental to acquisition	11289- 6-6		11289- 6-6
3. To buildings	153924-10-0		153924-10-0
4. To plant	239155-12-8		239155-12-8
5. To mains	275998- 9-6	1592-14-4	277591- 7-10
6. To service connections	24432-10-5	778- 7-8	25211- 2-1
7. To transformers, etc.	47712- 6-8		47712- 6-8
8. To meters, and fees for certifying under the Act	34060- 1-4	6811- 8-0	40871- 9-4
9. To general stores	8446- 9-3	109- 2-0	8555-11-3
10. To special items (to be specified) :—			
Public lamps	16134-14-8	2366- 5-0	18501- 0-8
Loose and fixed tools	12800- 6-9		12800- 6-9
Furniture and fittings	2960- 6-0		2960- 6-0
Motor Car and cycles	8804- 8-0		8804- 8-0
Oil store tank			
Motor & Auxiliary Gear on Hire.	2002-14-0		2002-14-0
Mains,Street Lighting Extensions.	21997- 9-10		21997- 9-10
Total expenditure ...	859690-13-7	11660- 5-0	871351- 2-7
To balance of Capital Account			
	859690-13-7	11660- 0-0	871351-

In terms of our letter of even date.

Chartered Accountants.
Registered Accountants.

Calcutta,
Dec. 42

AL ACCOUNT.

31st March 1942

Cr.

	Receipts up to end of previous year.	Received during the year.	Total receipts to 31st March 19
By ordinary shares of Rs 10/- each fully paid in cash. ...	560000- 0-0		560000- 0-0
Ditto			
By preference shares of...			
By debenture stock			
By 1st mortgages and ~~xxbondsx~~ Debentures ...	275000- 0-0		275000- 0-0
By amounts received in anticipation of calls ...			
By other receipts (to be specified)			
By Forfeited Shares.	75- 0-0		75- 0-0

For and on behal
THE MANGALORE ELECTRIC SUPPLY CO. LD.
OOTAVIUS STEEL & CO LTD

Director.
Managing Agents.

By Balance

Dr. *For the year end*

A.—Generation.		
1. To fuel	52304-14-2	
2. To oil, waste, water and engine-room stores	9474- 2-3	
3. To proportion of salaries of engineers, superintendents and officers	3802-14-0	
4. To wages ~~and gratuities~~	4384- 5-5	
5. To repairs and maintenance as follows :—		
Buildings	925-14-2	
Plant	3341- 6-3	
6. Proportion of provident fund contributions	950-12-0	
7. Proportion of Resident Engineer's commission	1203-12-0	76388- 1
To special items (to be specified)		
B.—Distribution.		
1. To proportion of salaries of engineers, superintendents and officers	3802-14-0	
2. To wages ~~and gratuities~~	5999- 9-1	
3. To repairs, maintenance and renewals of mains	1635-10-5	
4. To repairs, maintenance and renewals of transformers, etc. ...	382-11-0	
5. To repairs, maintenance and renewals of meters, switches, cut-outs and other apparatus on consumers' premises ...	1731- 1-5	
6. To repairs and maintenance of station lighting	135- 8-2	
7. To repairs and maintenance of house services	472- 1-7	
8 To repairs and maintenance of fans and motors		
9. To repairs and maintenance of instruments and tools ...	395-13-1	
10. To proportion of provident fund contributions	681-11-0	
11. To proportion of Resident Engineer's commission	1203-12-0	
12. To proportion of motor car maintenance	1405- 9-6	17840- 5-3
C.—Public Lamps.		
1. To attendance and repairs	1380- 7-5	
2. To renewals, etc.	2160- 9-7	3541- 1-4
D.—Rents, rates and taxes.		
1. To ~~rents payable~~ Rents payable.		
2. To rates and taxes	3226- 1-0	
3. To Electricity Duty Tax.	~~1351- 4-8~~	~~16588- 5-~~
Carried over.		11[illegible]13-12-

B.A.

JE ACCOUNT.

1st March 19 42

By sale of energy for lighting purposes	98524-13-9
By sale of energy for power purposes	72219-12-1
By sale of energy under special contracts	
By public lighting	22655- 4-0
By Bazaar lighting	17706- 3-10
By Public Lamps Maintenance charges Recovered.	4072- 5-1
By rental of meters and other apparatus on consumers' premises	10052- 7-0
By ~~rents receivable~~ Rental of Service Lines ...	793- 2-0
By transfer fees	4- 0-0
By service connections	2560-11-1
By miscellaneous receipts from consumers	901-11-5
). By other items (to be specified)	
1. By Rental of Machinery.	200- 0-0

Carried over.

Brought Forward.		114013-12-
E.—Management expenses.		
1. To Directors' remuneration	1556- 0-0	
2. To Managing Agents' commission	2059- 7-0	
3. To Managing Agents' allowance	9000- 0-0	
4. To share of Managing Agents' technical staff salaries ...	4106- 0-0	
5. To general establishment charges	11901- 4-9	
6. To proportion of salaries of engineers, superintendents & officers	5070- 8-3	
7. To Auditors of Company	000- 0-0	
8. To Auditor appointed under the provisions of the Act ...	50- 0-0	A
9. To proportion of motor car maintenance	400- 8-6	34471-12
F.—Law charges.		
To Law expenses		61- 0
G.—Depreciation.		
1. To depreciation in respect of leasehold works		
2. To depreciation in respect of buildings	3956- 4-7	
To depreciation on plant	14364-14-3	
To depreciation on mains	6899-15-3	
5. To depreciation on transformers, etc.	3578- 7-0	
6. To depreciation on meters	2554- 8-0	
7. To depreciation on general stores	600- 8-0	
To depreciation in respect of any other items, to be specified		
Depreciation on house services	3132- 9-0	
Depreciation on public lamps	403- 6-0	
Depreciation on loose & fixed tools	370- 5-4	
Depreciation on furniture & fittings	295- 0-7	
Depreciation on motor car & cycles	856- 6-0	
Depreciation on spare gear	287-15-6	
Depreciation on Motor & Auxiliary Gear on Hire.	150- 8-0	
Depreciation on Mains Street Lighting Extensions.	549-15-0	30061
H.—Special charges.		
To special items (to be specified)		
Insurance	2856-11-11	
Service connections	2600-14-10	
Inspection Fees.	495- 0-0	555
Total expenditure		
Balance carried to net revenue		56:40-
		229690-

ACCOUNT – *contd.*

Brought Forward.	229690- 6-3

In terms of our letter of even date.

Chartered Accountants.
Registered Accountants.

Calcutta,
Oct. 42.

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY
OOTAVIUS STEEL CO. LTD

Director.
Managing Agents.

229690-

Dr. V.—NET R

	To Balance fro Last Account.	15-787- 2-[illegible]
1.	To interest on debentures accrued due to date	1375 - 0-[illegible]
2.	To interest on mortgages and bonds accrued due to date	
3.	To interest on temporary loans accrued due to date	2427-14-[illegible]
4.	To dividend on preference stock	
5.	To income-tax paid	
	To interest on Security Deposits	1468-15-[illegible]
6.	To balance applicable on Dividend on ordinary stock or shares	
7.	To Debenture Trustees Fees.	300- 0-0
8.	To Bad Debts.	179- 2-1[illegible]
		172913- 3-0

Dr. VI.—RESE

1.	Amount paid out (items to be specified)	
2.	Amount of balance to next Account	

Dr. VII.—DEPREC

	To balance	265295- 4-[illegible]

Only the depreciation provided on the Assets included in Statement No.111 has been carried to the credit of this Account.
The value of Spare Gear has been included in the General Balance Sheet after deduction of Rs 287-13-6 depreciation charged in Revenue Accounts.

In terms of our letter of even date

Charter[illegible]
Registered Accountant

Calcutta,
3rd Oct. 42.

265295-

NUE ACCOUNT. Cr.

1. By balance from last account			
Less Dividend paid			
By Amount carried to Reserve Fund ...			
2. By balance brought from revenue account (No. IV)		36840- 0-8	
3. By interest on investment		13-15-0	
4. By Sundry Sales.		963- 6-11	
By balance carried to General Balance Sheet		135095-12-5	
		172913- 3-0	

E ACCOUNT. Cr.

1. By balance brought from last account			
2. By amount brought from net revenue account			
3. By interest on amount invested			
(Description of investments to be specified)			

TION ACCOUNT. Cr.

1. By balance from last account			227551-15-11
2. By interest on investments			
3. By amount brought from revenue account (see No. IV—G.)			37743- 4-6
(Description of investments to be specified)			
			265295- 4-5

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO. LD.
OCTAVIUS STEEL & CO. LTD

Director.

Managing Agents

LIABILITIES.

1.	To capital account: amount received as per Account No. III	635075- 0-
2.	To sundry creditors due on construction of plant and machinery, fuel, stores, etc.	3851- 8-
3.	To sundry creditors on ~~open accounts~~ for expenses.	18004- 9-
4.	To net revenue account: balance at credit thereof	
5.	To reserve fund account: balance at credit thereof	
6.	To depreciation account	265295- 4-
7.	To special items (to be specified)	
8.	To Consumers' Security Deposits	31428-10-
9.	To interest on Security Deposits	1468-15-
10.	To Imperial Bank of India, Calcutta.	5809- 0-
11.	To Loan at Call.	20000- 0-

BALANCE SHEET.

ASSETS.

1.	By capital account: amount expended for works as per account No. III	871351- 2-7
2.	By stores on hand	44103-10-8
3.	By spare gear	11225-15-3
4.	By sundry debtors	23771-10-10
5.	By preliminary expenses awaiting adjustment	55585-12-0
6.	By securities as held (cost price)	500- 0-0
7.	By special items (to be specified)	
8.	By cash at Bankers	25162- 3-7
9.	By cash on hand	2962-10-2
10.	By advance payments	1041- 0-7
11.	By Development Expenses.	3509- 1-5
12.	By Expenditure on Debenture Issue.	6648- 0-8
	By Nett Revenue Account, Balance at Debit thereof.	135095-12-5

For and on behalf of
THE MANGALORE ELECTRIC SUPPLY CO. LD.
OCTAVIUS STEEL & CO. LTD

Director.

Managing Agents.

TOTAL ... | 1180957- 0-2

COMPANIES' ACCOUNTS.

No. IX—STATEMENT OF ENERGY GENERATED, SOLD, Etc.

for the Year ended 31st March 1942.

Total energy generated in Kilowatt-hours.	Kilowatt-hours sold.					Kilowatt-hours used on works.	Kilowatt-hours not accounted for.	Total Kilowatt-hours accounted for	Kilowatts connected for public lamps.	Total consumers connected.	Total Kilowatts connected.	Plant installed Kilowatts.	Maximum supply demanded in Kilowatts.
	Public lamps.	Special contract.	Consumers by meter for lighting purposes.	Consumers by meter for power purposes.	Total.								
2	3	4	5	6	7	8	9	10	11	12	13	14	
16906600	176242	x	5518882	8540037	13023061	623300	2640446	14444421	60	18411	2244	730	686

For and on behalf of
The Mangalore Electric Supply Co., Ltd.
OCTAVIUS STEEL & CO., LTD.

Director,
Managing Agents.

ELECTRICITY DEPARTMENT.

From

Sri B.R.Somayajulu,
Chief Electrical Inspe..... .. Government
Post Box No.417, Chepauk, Madras.

-SEcTo-
209

The Secretary to Government,
Public Works Department,
Fort St.George,
M A D R A S.

No.689 D/43-1, dated 31st August 1943.

Sir,

Sub: Mangalore Electric licence - Accounts r 1941-42.

I forward herewith a copy of the accounts and audit report for 1941-42 relating to the Mangalore Electrical Undertaking.

he accounts have been scrutinized and the following remarks are submitted.

The accounts under review relate to the 9th year of operation.

The important features of working are as extracted below:--

	1941-42.	1940-41.
Total capital expenditure.	Rs.8,71,351	Rs.8,59,691
Gross Profit.	Rs. 36,840	Rs. 30,180
Revenue from electric supply	Rs.2,11,106	Rs.1,71,140
Net profit + or -	Rs.1,35,096	-Rs.1,54,787
Depreciation Fund.	Rs.2,65,295	Rs.2,27,552
Total units purchased	Rs.16,99,266	Rs.14,08140
Total units sold.	Rs.13,82,061	Rs.10,51,042
Total no. of consumers.	1841.	1790.
Maximum Demand. k.w.	685	506

The meter rent for single-phase meter continues to be 8as a month. In view of the deficit condition of the undertakin and the difficulties experienced by the licens consequent on war conditions, the question of reduction of meter rent may be deferred for the duration of the war.

No. III - Capital Account.- A sum of Rs.248-13-9 represent a portion of the salaries of Engineers is reported to have been capitalised. The amount is less than 15% of the cost of completed capital works. Capitalisation may therefore be deemed to be in order.

Accounts for 1940-41 - G.O.No.Ms.2925 P.W.D. dated 14th August 1942 - further remarks.

A copy of the licensee's letter No.MAN.A/C.7/5, date 11-2-43 is enclosed. The replies may be accepted.

Certain particulars called for from the Government auditors have not yet been received inspite of several reminders. On receipt of the necessary information, my

marks thereon, if any, will be submitted to Government separately.

Chief Electrical Inspector
to Government.

6-9-43

Encl: 1 copy of accounts for 1941-42 and audit report.
copy of licensee's letter dated 11-2-43

M.P/4.9.

Copy of letter No.MAN.A/C 770, dated 11th February, '43 from Messrs. The Mangalore Electric Supply Co., Ltd., Calcutta to the Chief Electrical Inspector to Government, Triplicane, Madras.

Dear Sir,

Statutory Accounts for the year ended 31/3/42.

We beg to reply to your enquiry dated 12th November 1942.

Electricity Duty
General Stores
Meters & Indicators

These items have been shown in the Accounts for the year to 31/3/42 as desired in G.O.No. Ms. 2925 of 14/8/42

Revenue Account (10) The Engineer's salary chargeable has been allocated to Generation and Distribution and Management in the Statutory Accounts in the ratio set out in G.O.No.Ms.2925.

(11). Sundry Sale
Bad Debts

The instructions in the relative G.O. have been complied with in the Statutory Accounts for the year to 31/3/42. There was no interest on Public Lamp Extensions received during the year ended 31/3/42.

Depreciation has been written off at the following rates:--

Machinery Spares, Buildings, Mains, Public Lamps and Street Lighting Extensions.	½%
House Services, Farms, Fixed Tools	%
Machinery.	%
Meters Indicators Electrical Instruments and Motor & Auxiliary Gear on Hire	½%
Furniture & Fittings.	%
Motor Cars & Cycles	25 %

The suggestion to put into effect the rates of Depreciation according to the Income Tax Act Provisions is noted but it is pointed that a scheme for the provision of depreciation after it has applied for a considerable number of years cannot in business concerns/accou be modified to fall into line with the actual depreciation to be allo for taxation purposes.

SR 231/1/1619 17.9.43 Elec - Mangalore Elec Licensee - Accts for 1941-42 - Recorded

From mess Lovelock & Lewes, letter dated 17-9-42.
From the C.E.I. by. letter No 689 D/43-1P 31-8-43

Recorded

2 — The Govt accept the recommendation of the E.I. by that the question of reduction of meter rent-maybe deferred for the duration of the war. ~~Order~~

OM 15/9/43

Govt 15-9-43

mess Lovelock & Lewes ✓
Chartered Accountants 164, Lyons Range
Calcutta.

do - Octavius Steel & Co Ltd, Calcutta

the C.E.I. by (2 copies) ✓

(2) *Full mileage for road journeys between places served by public conveyances.*—In view of the fact that the nature of the work of local fund assistant engineers is such that public conveyances are generally unsuitable means of transport, it is hereby ordered that local fund assistant engineers shall be exempt from the operation of rule 25-B of the Madras Travelling Allowance Rules. Local fund assistant engineers may therefore draw full mileage even in respect of journeys performed between places served by public conveyances, *provided* the journeys are actually made in their own conveyances.

2. The question has been raised whether, for the proper discharge of their duties, local fund assistant engineers should be required to maintain a motor car. A large part of the work of an assistant engineer is checkmeasurement of road materials and road works. These duties do not require rapid marches. Further, inspection of a certain number of well works and road works in each subdivision situated in out-of-the way places inaccessible to motor cars will be necessary. It is therefore considered that for effective supervision a motor cycle with or without side-car or a horse carriage supplemented by a cycle will be a more suitable form of conveyance for an officer of the rank of local fund assistant engineer, than a motor car.

(By order of His Excellency the Governor)

L. J. MACIVER,
Secretary to Government.

To all Presidents of District Boards)with copies to District Board Engineers and Local Fund Assistant Engineers.)
,, the Examiner of Local Fund Accounts.
,, the Inspector of Municipal Councils and Local Boards.
,, the Special Engineer, Road Development.